



GARY R. HERBERT
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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 12, 2011

Certified Return Receipt
7009 3410 0001 4203 1591

Jeff Allen
Riverview Community Bank
900 Washington Street
Vancouver, Washington 98660

Subject: Non-Renewal of Letter of Credit # 1, I & P Investments, Green Peak Mine, M/003/0060, Box Elder County, Utah

Dear Mr. Allen:

The Utah Division of Oil, Gas and Mining (Division) received your letter dated April 6, 2011, regarding non-renewal of Letter of Credit # [] in the amount of \$74,700.00. The mine operator, I & P Investments, is being advised that a replacement surety must be provided by June 10, 2011. If a replacement surety is not provided by that date, the Division will immediately submit to you its sight draft for the full face value of the letter of credit. The Division anticipates that payment of \$74,700.00 will be made by delivery of certified funds payable to the State of Utah within two days following your receipt of the sight draft. Payment should be sent to the above address by a next day delivery. The Division will hold the funds as surety for the Bureau of Land Management and itself to be used for reclamation of the Green Peak mine pending a forfeiture action to be filed before the Board of Oil, Gas and Mining.

We are anticipating that the operator will not fulfill this bonding requirement and the Division will have to move forward with the presentation of the sight draft. Please advise if you have any questions and let me know in writing if this procedure is not acceptable.

Thank you. If you have any questions, please feel free to call me at (801) 538-5261.

Sincerely,

Paul Baker
Minerals Program Manager

PBB:pb

Enclosure Letter dated April 6, 2011 and Sight Draft

Cc: Oabeyta@blm.gov

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